

SENATE BILL 1875

By Watson

AN ACT to amend Tennessee Code Annotated, Title 9,
Chapter 21 and Section 12-10-116, relative to
public finance.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 9-21-609, is amended by deleting the language "the local government or its municipal advisor" and substituting instead the language "the local government or its designee".

SECTION 2. Tennessee Code Annotated, Section 9-21-609, is amended by inserting the language "or its designee" immediately after the language "the local government" in the second sentence.

SECTION 3. Tennessee Code Annotated, Section 9-21-606, is amended by deleting the first sentence and substituting instead the following:

Capital outlay notes may be refunded with general obligation refunding bonds as provided in part 9 of this chapter or with public building authority loans as provided in title 12, chapter 10; provided, however, that if the final maturity of the refunding bonds or public building authority loans exceeds the final maturity of the capital outlay notes being refunded, then an initial resolution authorizing general obligation refunding bonds or public building authority loans must be adopted in conformance with § 9-21-205 or § 12-10-116, and must conform to § 9-21-206, requiring publication of the resolution and the notice required by that section, as applicable.

SECTION 4. Tennessee Code Annotated, Section 9-21-901(e), is amended by adding the following at the end of the subsection:

However, an outstanding obligation is not significantly modified and does not rise to the level of a state law reissuance if the obligation allows for and contemplates a modification of the rate of interest of the outstanding obligation at any time during its existence.

SECTION 5. Tennessee Code Annotated, Section 12-10-116(b), is amended by inserting the language "; or for the purpose of refunding capital outlay notes which can be refunded under title 9, chapter 21, part 6" at the end of the first sentence immediately preceding the period (.).

SECTION 6. This act takes effect upon becoming a law, the public welfare requiring it.